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The Director of Central Intelligence Washington, D.C. 20505

National Intelligence Council

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NOTE FOR: Chairman, National Intelligence Council

FROM:

George Kolt

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SUBJECT: Gorbachev's Priorities

1. I had lunch last Thursday with foremost authority on Communist affairs. Examing the new Soviet leadership, he expects that:

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- -- Gorbachev will move fast in all domains: personnel appointments, domestic and foreign policy.
- In foreign affairs, Gorbachev's first priority will be to improve relations with China. His meeting with Li Peng is a harbinger of things to come and is in sharp contrast with Andropov's and Chernenko's refusal to receive the Chinese representatives at the funeral of their predecessors. Gorbachev will try to visit China. His aim would be to have the Chinese (as well as the Yugoslavs) attend the 27th Party Congress. Should he achieve this, it would consolidate his own power as the leader who restored unity to the Communist movement. As for the Chinese, their statements on Sino-Soviet relations over the last year have been increasingly misleading. It is noteworthy, however, that they are no longer emphasizing the three obstacles. Mutual withdrawals along the Sino-Soviet border (but not from outer Mongolia) are to be expected, as are moves toward some accord over Afghanistan.
- -- Gorbachev will make more threatening gestures than his predecessors in Afghanistan, but the essence of his policy will be to work toward a withdrawal under the best terms possible.

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| 2. Comment. | | an improvement in Sin | | 25X |
|-----------------------|----------------------------|--------------------------------|-------------|-----|
| relations for the las | t two years at leas | t and believes that Go | rbachev has | |
| the imagination and v | igor to move <u>more d</u> | ecisively than his pre | | |
| I do not know if he w | vill succeed | | but I | 25X |
| agree he will move fa | ister on various fro | nts than the standard | analyses of | |
| a new Soviet leader s | suggest. Regarding | Sino-Soviet relations | there does | |
| now seem to be a mutu | uality of ideologica | <u>l i</u> nterests in restori | ng | |
| Party-to-Party relati | | Gorbachev's motives | . For a | 25X |
| Chinese leadership er | igaged in a series o | f significant reforms | | |
| reconciliation with N | loscow would also pr | ovide ideological cove | er and | |
| undercut possible dor | nestic critics. I d | on't think we should b | pecome | |
| alarmed by these pros | spects. The strateg | ic interests of the Ch | iinese_make | |
| the reconstitution of | f a Sino-Soviet Alli | ance highly unlikely. | But I | |
| think we should antic | cipate an improvemen | t in Sino-Soviet relat | tions and | |
| see if we can take a | dvantage of it for o | our own ends. For inst | tance, an | |
| arrangement leading ' | to a Soviet withdraw | val from Afghanistan, e | even | |
| partial, would be as | much a victory of u | is as for the Chinese. | Whether | |
| this can be achieved | is another question | , but I think that, re | ather than | |
| trying to foster end | uring Sino-Soviet te | ensions, we should try | to channel | |
| any evolution in rel | ations in a way bene | eficial to us. | | |
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George Kolt

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